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UNCLAS STATE 053300

SIPDIS
AIT TAIPEI FOR MATTHEW O'CONNOR

E.O. 12958: N/A
TAGS: ETTC KOMC TW
SUBJECT: BLUE LANTERN LEVEL 3: PRE-LICENSE END-USE CHECK
ON APPLICATION 050170334

REF: 2006 BLUE LANTERN GUIDEBOOK

¶1. This is an Action Request. See paragraphs 2-4.

¶2. The Department's Office of Defense Trade Controls Compliance (PM/DTCC) requests AIT Taipei's assistance in conducting a pre-license check on application 050170334 for the export of a mobile optical tracking system to Taiwan. AIT Taipei is requested to complete this Blue Lantern check within 30 days. Lack of response to a Blue Lantern check will affect pending and future licenses involving parties to this license.

¶3. Reason for request: sensitive commodity and unfamiliar foreign consignee, U&U International, Inc. The company has not appeared on previous licenses nor have the company's bona fides been verified by a Blue Lantern check.

¶4. ACTION AIT TAIPEI: AIT Taipei is requested to make inquiries with appropriate authorities to determine if Chung Shan Institute of Science and Technology (CSIST) ordered the mobile tracking system from U&U International, Inc. (U&U) and if so, verify that the item will be used for the purpose stated on the license. PM/DTCC also requests that post conducts a site visit to U&U in order to provide Department with an assessment of its business operations and on-site security. Finally, post is asked to assess whether the company appears to be a reliable recipient of USML items. If a site visit is not possible, please inform the PM/DTCC officer.

The following questions are provided as suggested guidance:

--Does the company have supporting documentation for this proposed transaction?

--Does the company have secure facilities and proper accounting and security procedures for handling sensitive USML items?

--What is the exact end-use for this USML item?

--When was the company established and who are its principals?

--What is the nature of its business -- what type of items does it handle, does it serve as a broker?

--What type of organizations are among its typical customers and where are the customers located?

--Does the company understand the restrictions on United States Munitions List (USML) items, especially the prohibition against unauthorized re-transfer and re-export?

END ACTION

15. Details of license application:

DTC Case: 050170334

QUANTITY/COMMODITY:

1 Nano-Sextant tracking pedestal with servo controller

License Value: USD 226,780.00

SELLER:

Photo-Sonics, Inc.
820 S. Mariposa St.
Burbank, CA 91506
POC is Marilyn Murray, Tel. 818-531-3209

FOREIGN CONSIGNEE:

U&U International, Inc.
Unit 6, 9F, 77, Tun Hua South Rd. Section 2
Taipei
Taiwan
POC is Jessie Wu, Tel. 886-2-2706-2110

FOREIGN END-USER:

Chung Shan Institute of Science and Technology
No. 481, Chia-An Sec., Chung-Chen Road Chia-An Village
Lung-Tan
Taiwan
POC is Chief, Flight Test Section, System Development Center,
No Tel. provided

PURPOSE:

Nano-Sextant will be assembled with TV camera and installed
at the Chio-Pen Test Range, Taiwan for optical tracking.

16. Submitted in support of the license application were the
following documents (PM/DTCC can fax documentation to post
upon request):

--Purchase Order No. 090416 submitted by U&U International,
Inc. signed by Jessie Wu on 21 April 2009.

--End Use Statement submitted by Chung Shan Institute of
Science and Technology, signed by Chief, Flight Test Section,
System Development Center, Feng-Yue Chang on 31 March 2009.

17. Please slug reply for PM/DTCC - BLUE LANTERN COORDINATOR
and include the words "Blue Lantern" and the case number in
the subject line. POC is Tim Mazzarelli, Phone:
202-663-3867; Email: MazzarelliTP@state.gov; SIPRNET:
MazzarelliTP@state.sgov.gov. The Blue Lantern Guidebook
(ref) is available as a PDF file in the Bunche Library's
E-Book Collection on the DOS Intranet:
http://buncheelectroniclibrary.state.gov/eboo_ks/BlueLanternGuidebook2006%20_final.pdf

18. Department is grateful for post's assistance in this
matter.
CLINTON